The seal of the Arkansas State Highway Commission is centered in the background. It is a circular emblem with a double border. The outer border contains the text "ARKANSAS STATE HIGHWAY COMMISSION" at the top and "SEAL" at the bottom, separated by a five-pointed star. The inner circle features the state seal of Arkansas, which includes a central shield with a plow, a sheaf of wheat, and a cotton plant, flanked by two figures. Above the shield is a sunburst with the word "ARKANSAS" and several stars.

Arkansas State Highway Commission Meeting

Wednesday, September 6, 2017

The seal of the Arkansas State Highway Commission is centered in the background. It features a circular border with the text "ARKANSAS STATE HIGHWAY COMMISSION" at the top and "NOISSIWOC" at the bottom. Inside the circle is the Great Seal of the State of Arkansas, which depicts a woman holding a scale and a sword, surrounded by stars and the motto "REGNAT POPULUS".

Agenda Item 1

Meeting Minutes

July 26, 2017

The seal of the Arkansas State Highway Commission is centered in the background. It features a circular border with the text "ARKANSAS STATE HIGHWAY COMMISSION". Inside the border, there is a central figure holding a scale and a sword, surrounded by stars and the word "ARKANSAS". Below the figure is a banner with the motto "REGNAT POPULUS".

Agenda Item 2

Consideration of Minute Orders

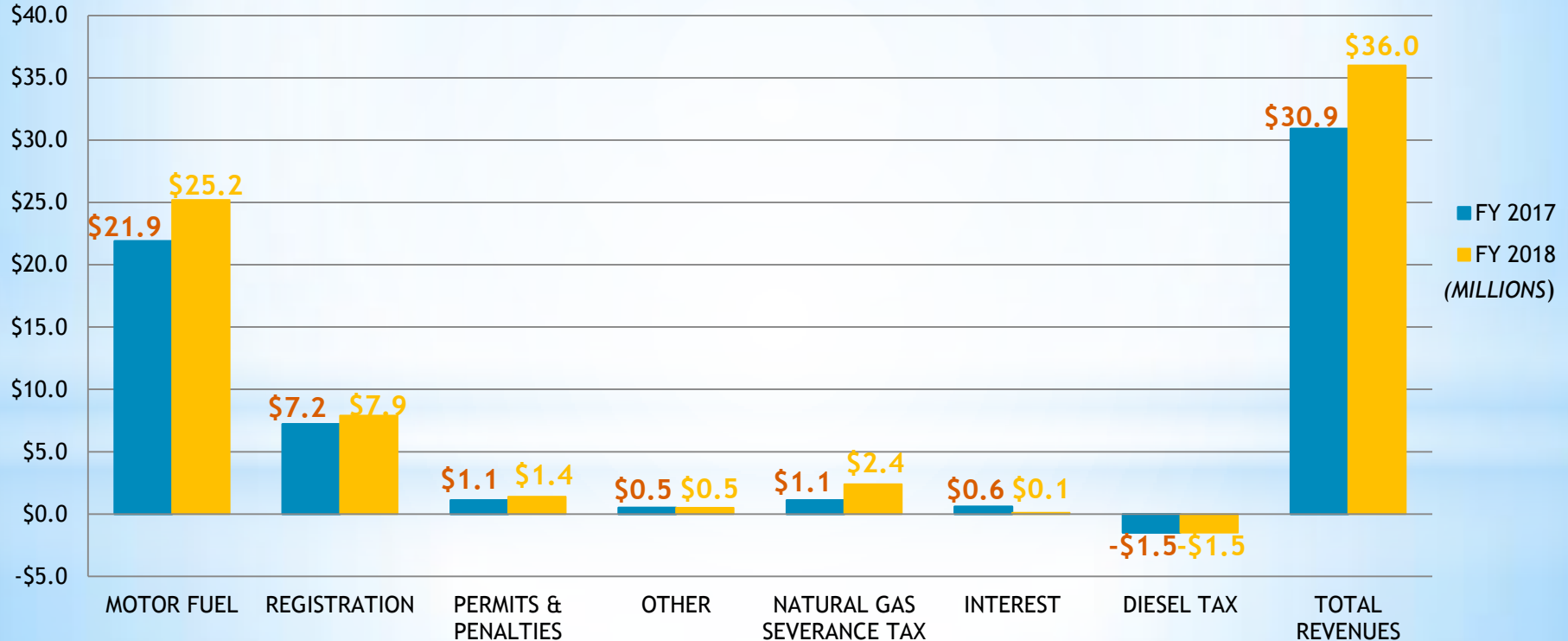
The background features a large, faint watermark of the Arkansas State Highway Commission seal. The seal is circular and contains the text "ARKANSAS STATE HIGHWAY COMMISSION" around the perimeter. In the center, it depicts a figure holding a scale, surrounded by stars and the word "ARKANSAS".

Agenda Item 3

State Highway Revenue Update

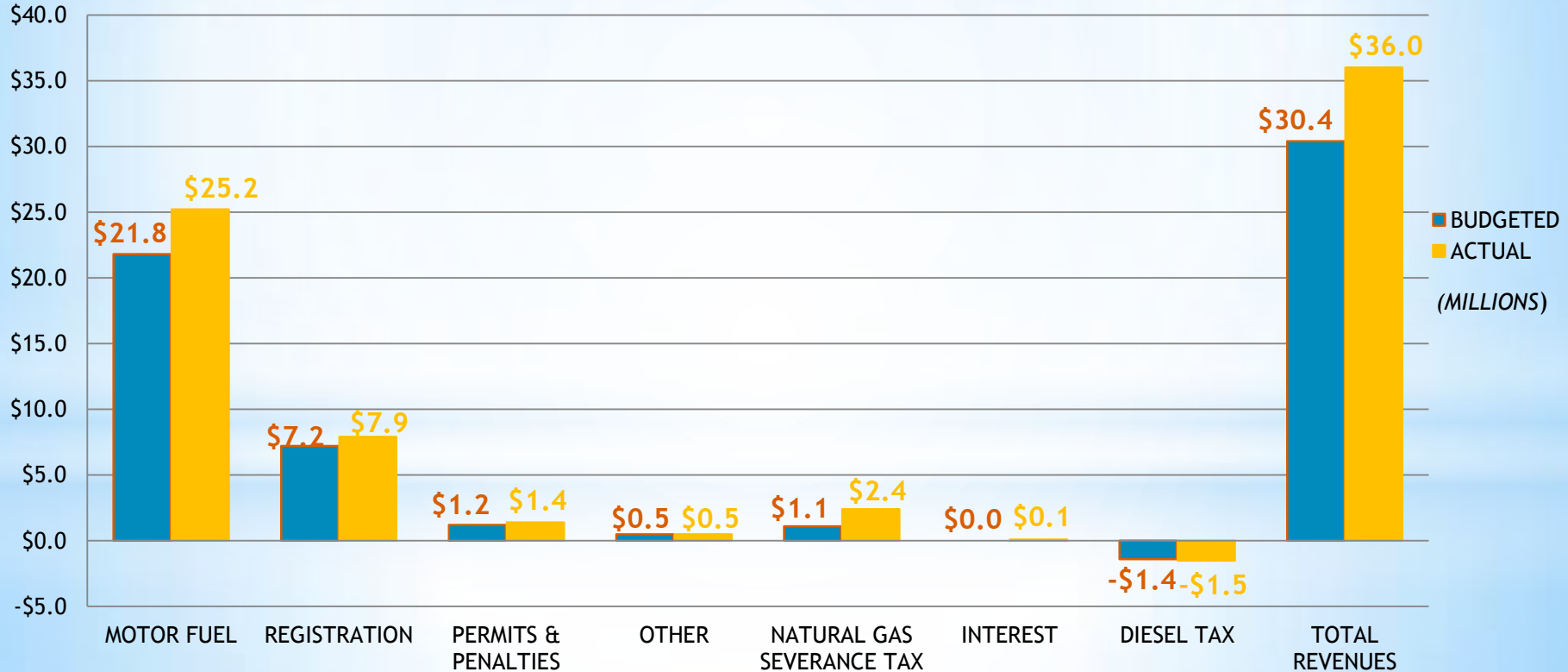
JULY 2017-2018 REVENUE

	VARIANCE	\$3.3	\$0.7	\$0.3	\$0.0	\$1.3	\$-0.5	\$0.0	\$5.1
	% CHANGE	15.1%	9.7%	27.3%	0.0%	118.2	-83.3%	0.0%	16.5%



FY 2018 BUDGETED VS. ACTUAL - JULY

VARIANCE	\$3.4	\$0.7	\$0.2	\$0.0	\$1.3	\$0.1	\$-0.1	\$5.6
% CHANGE	15.6%	9.7%	16.7%	0.0%	118.2	0.0%	-7.1%	18.4%



JULY 2017-2018 FUEL CONSUMPTION

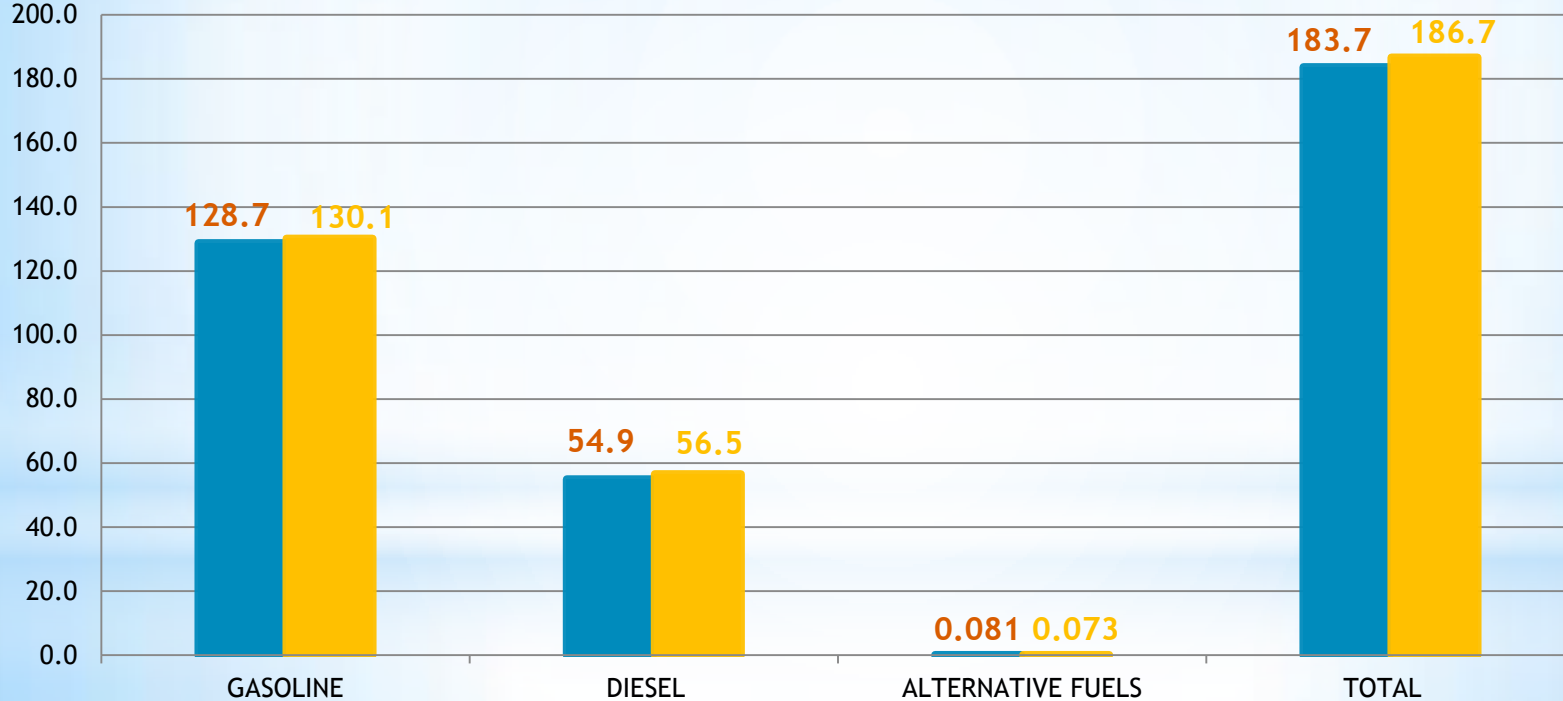
VARIANCE
% CHANGE

1.4
1.1%

1.6
2.9%

-0.01
-9.2%

3.0
1.6%



FY 2017
FY 2018

(MILLION
GALLONS)



Arkansas Fuel Consumption

Rolling 12-month Comparison

Fuel	Previous 12 Months (millions)	Current 12 Months (millions)	Variance
Gasoline	1,472,611,605	1,512,140,930	2.68%
Diesel	621,094,865	654,020,261	5.30%
Alternative	1,060,233	934,973	-11.81%
Total	2,094,766,703	2,167,096,164	3.45%

State Fiscal Year 2017 Sales Tax

Mon	Projected Net	Actual Receipts	Variance	Monthly Variance	Annual Variance
Jul	15,126,090	14,939,612	(186,478)	-1.23%	-1.23%
Aug					
Sept					
Oct					
Nov					
Dec					
Jan					
Feb					
Mar					
Apr					
May					
Jun					
Total	15,126,090	14,939,612	(186,478)		

Half-Cent Sales Tax Projected vs Actual

Projected Net	Actual Receipts	Variance	Percent Variance
\$681,736,090	\$678,671,326	\$(3,064,765)	-0.45%

The seal of the Arkansas State Highway Commission is centered in the background. It is a circular emblem with the text "ARKANSAS STATE HIGHWAY COMMISSION" around the perimeter. Inside the circle, there is a central figure holding a scale and a sword, surrounded by stars and the word "ARKANSAS". Below the figure is a banner with the motto "REGNAT POPULUS".

Agenda Item 4

Status of Federal Highway and
Transit Funding Issues

Federal Highway and Transit Funding Issues

- **Federal Fiscal Year 2017 Ends in 24 Days**
- **Congress Returned Yesterday**
- **Issues**
 - **Debt Ceiling**
 - **Funding for Federal Fiscal Year 2018**
- **Possible Shutdown**



Federal Highway and Transit Funding Issues



- **President Abandons Infrastructure Council**

- **Related to Virginia Controversy**

- **White House Meets With State Leaders**

- **Continued Discussion of Principles**



Federal Highway and Transit Funding Issues

- **Administration's Guiding Principles for Infrastructure Initiative**

- ✓ Targeted Federal Investment
- ✓ Greater State and Local Investment Overall
- ✓ Leveraging Private Investment
- ✓ Environmental and Permitting Streamlining

- **Four Areas of Major Reform**

- ✓ Regulatory
- ✓ Policy
- ✓ Statutory
- ✓ Cultural



Federal Highway and Transit Funding Issues



“The plan is not yet final, but states and cities that secure some private-sector financing will be given higher-priority access to new federal funds.”

Elaine Chao, Secretary of Transportation

“The administration now wants to break the President's infrastructure package into three pieces, and the largest piece of the package is going to be wrapped around incentives to woo nonfederal investment.”

Mick Mulvaney, Director, Office of Management and Budget



Federal Highway and Transit Funding Issues



Infrastructure For Rebuilding America (INFRA) Grants

- **Replaces FASTLANE Grants**
- **Key Objectives**
 - ✓ Support Economic Vitality
 - ✓ Leverage Federal Funding
 - ✓ Use Innovative Approaches
 - ✓ Hold Grants Recipients Accountable
- **Applications Due November 2, 2017**
- **Available Amounts**



Infrastructure For Rebuilding America (INFRA) Grants

- **Changes to the Existing Program**
- **Freight is a Priority**
- **Rural Areas**
- **Project Readiness**
- **Project Size**



INFRA Grants Applications

30 Crossing



Interstate 555 Improvements



Interstate 69



Highway 70 to Sevier Street



The background features a large, faint watermark of the Arkansas State Highway Commission seal. The seal is circular and contains the text "ARKANSAS STATE HIGHWAY COMMISSION" around the perimeter. In the center, it depicts a figure holding a staff, with the word "ARKANSAS" above and "REGNAT POPULUS" below. There are also stars and a banner.

Agenda Item 5

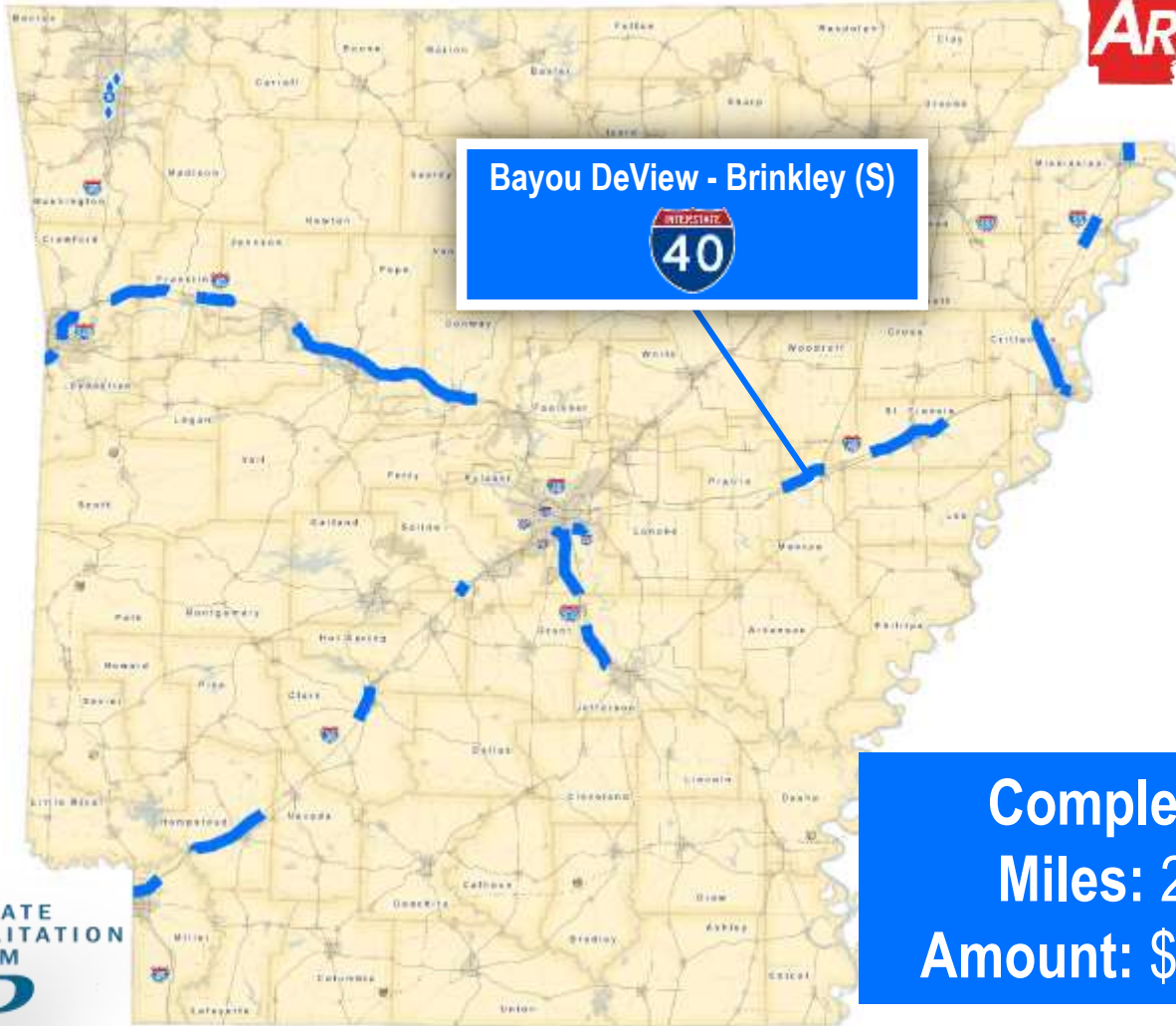
**2011 Interstate Rehabilitation Program
and Connecting Arkansas Program**



INTERSTATE
REHABILITATION
PROGRAM

IRP



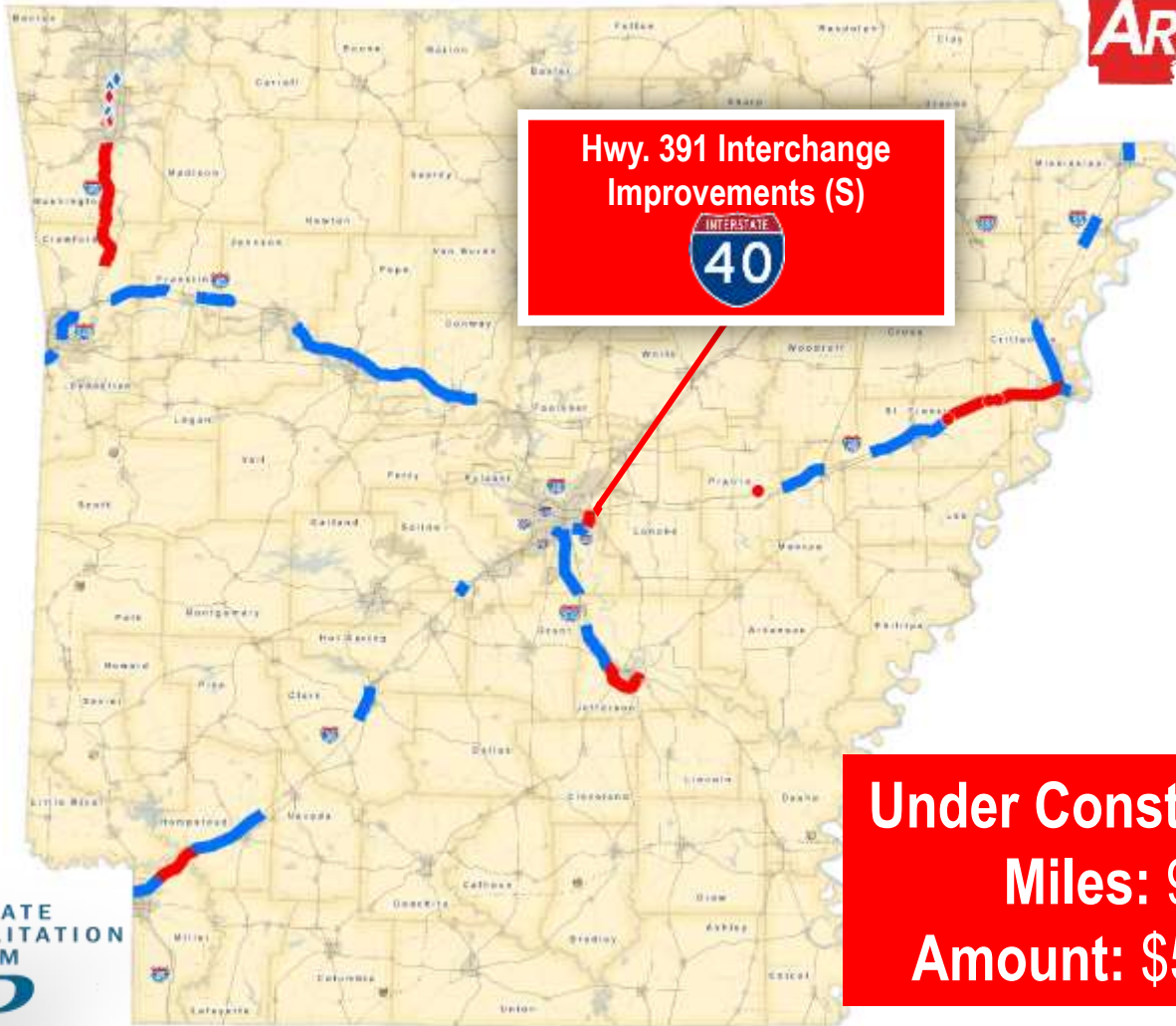


Bayou DeView - Brinkley (S)



**Completed
Miles: 212
Amount: \$632 M**

Interstate Rehabilitation Program



Under Construction
Miles: 91
Amount: \$560 M

Interstate Rehabilitation Program



Scheduled for 2018
Miles: 6
Amount: \$77 M

Interstate Rehabilitation Program



Scheduled for 2019-2023
Miles: 185
Amount: \$264 M

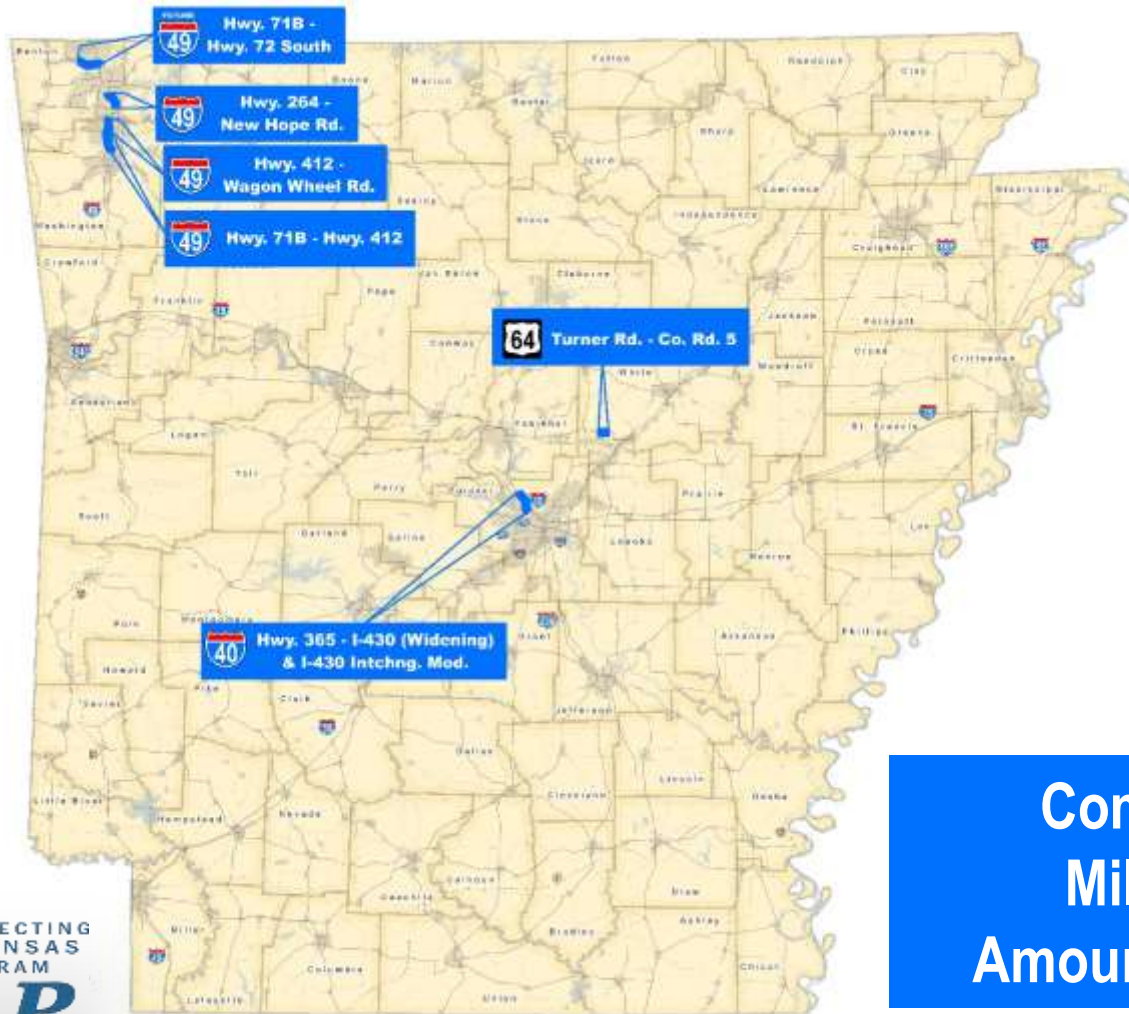
Interstate Rehabilitation Program



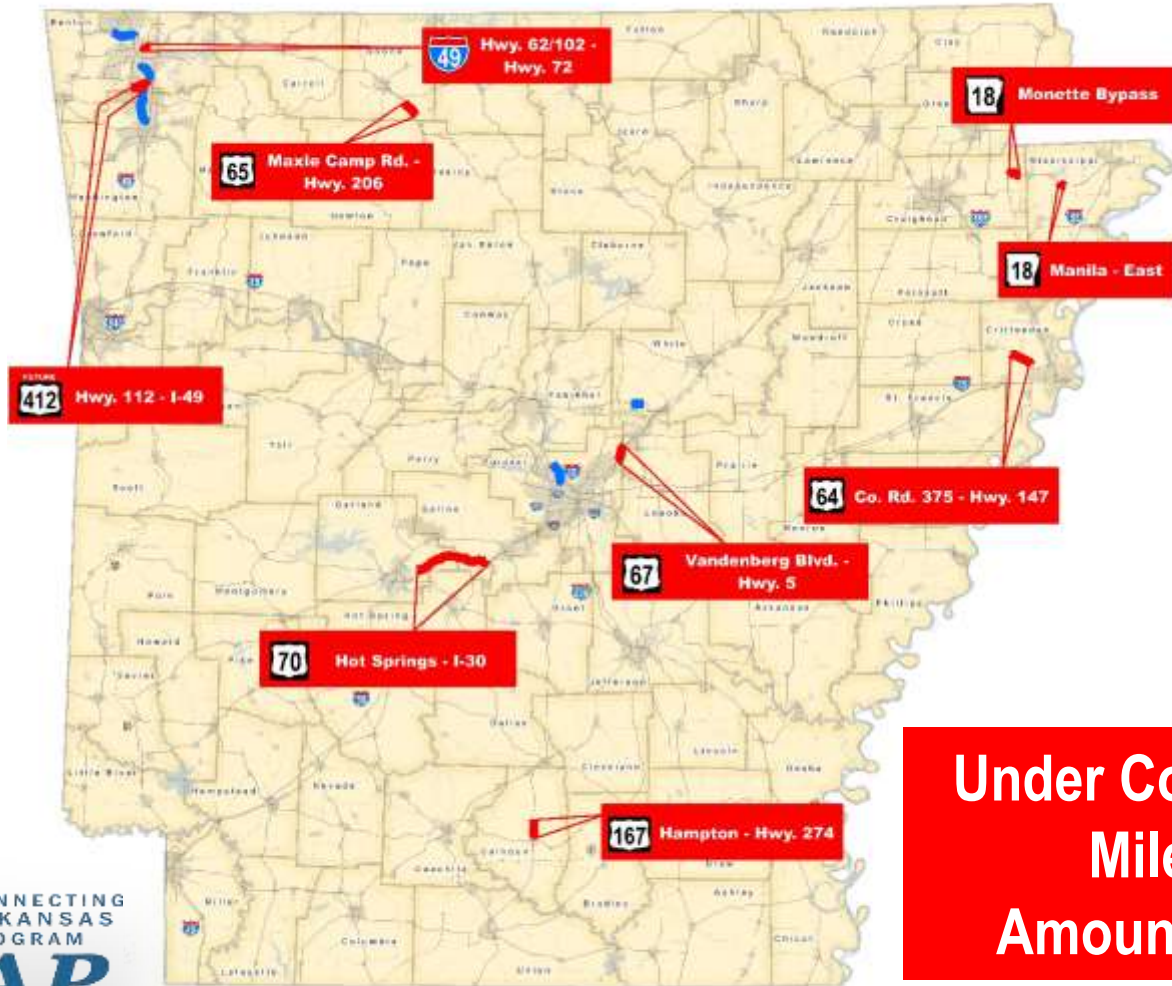
CONNECTING
ARKANSAS
PROGRAM

CAP

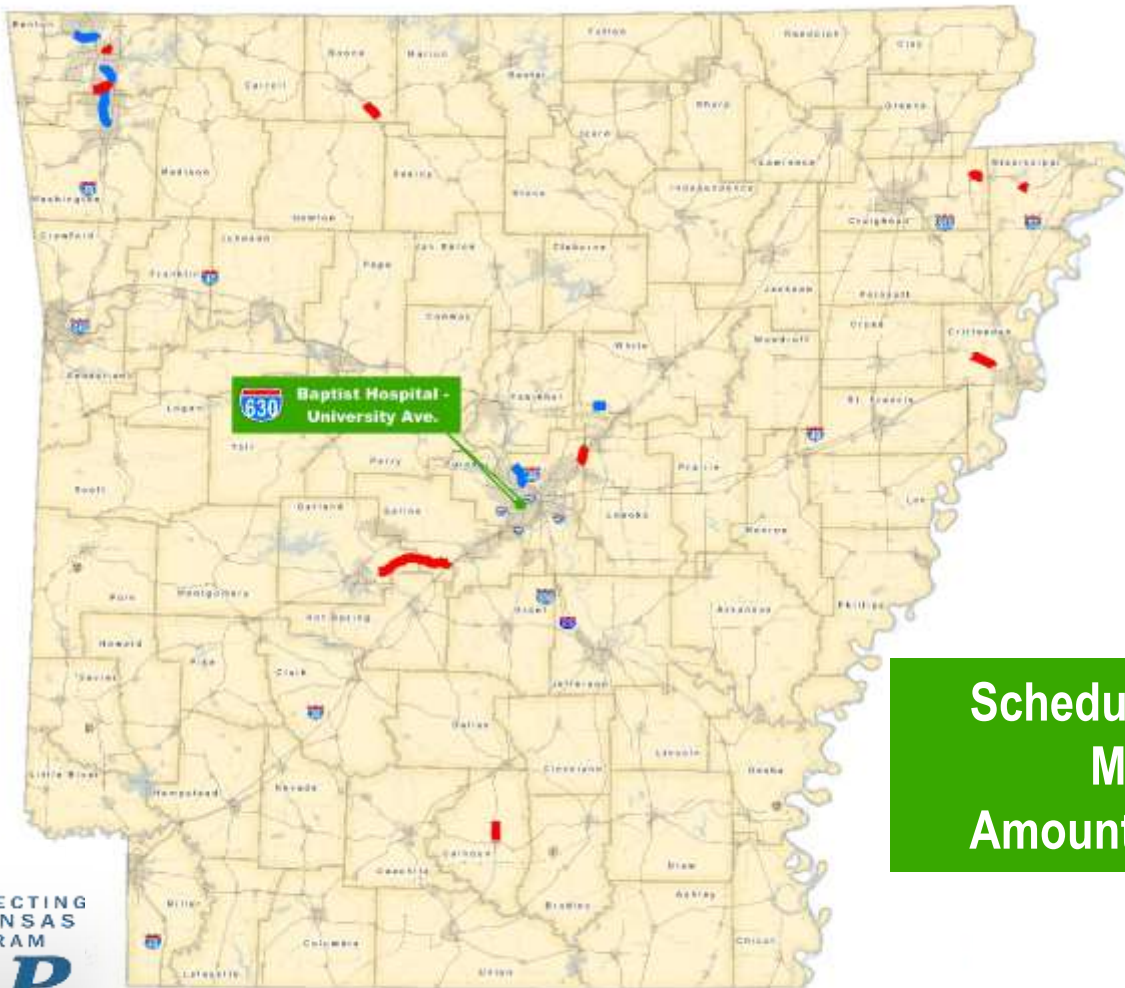




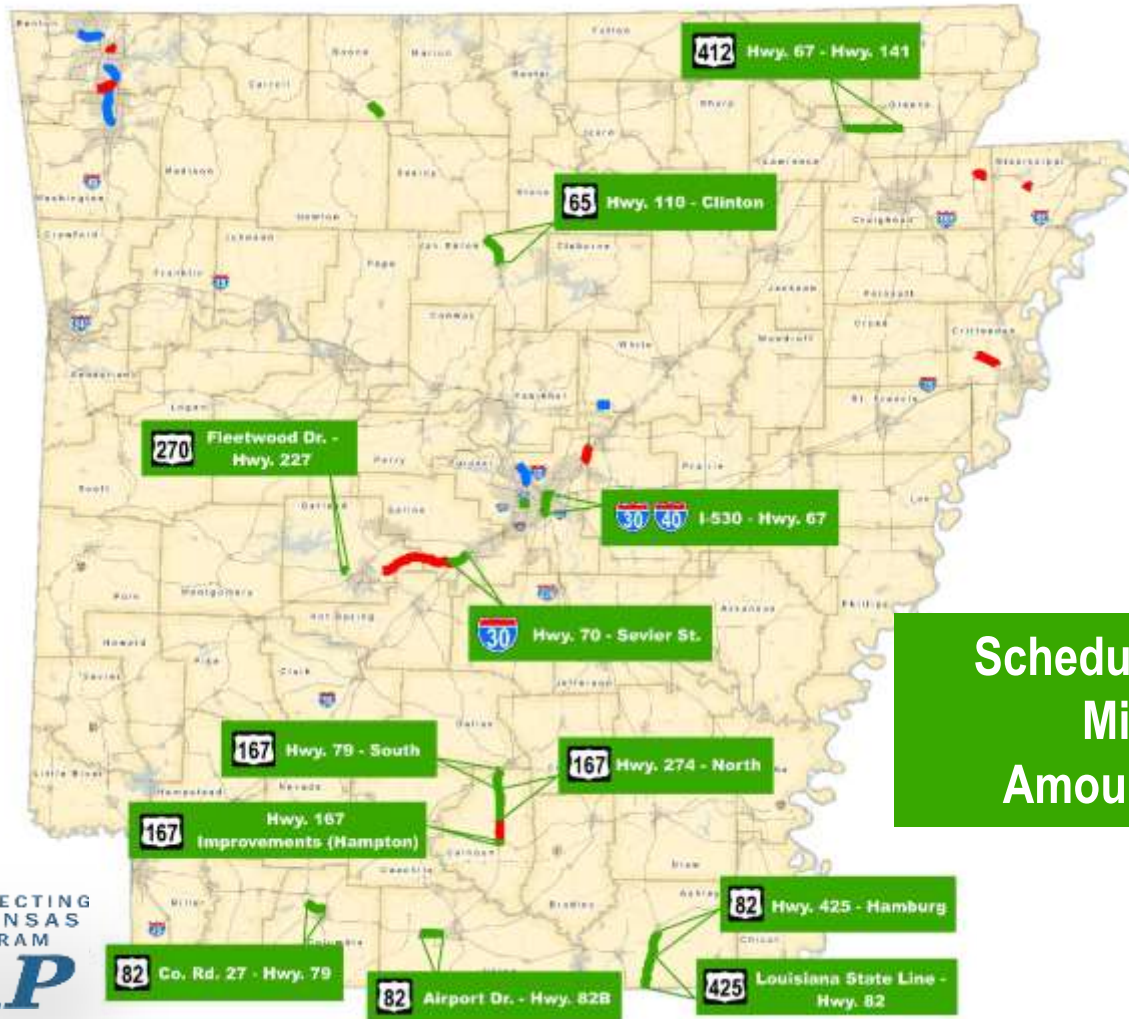
Completed
Miles: 27
Amount: \$188 M



Under Construction
Miles: 49
Amount: \$403 M



Scheduled for 2017
Miles: 2
Amount: \$50-\$75 M



Scheduled for 2018
Miles: 77
Amount: \$1.01 B



Scheduled for 2019-2020
Miles: 28
Amount: \$218 M

The seal of the Arkansas State Highway Commission is a circular emblem. It features a central figure holding a scale and a sword, surrounded by stars. The text "ARKANSAS STATE HIGHWAY COMMISSION" is written around the perimeter, and "ARKANSAS" is written above the central figure. A banner below the figure reads "REGNAT POPULUS".

Agenda Item 6

Bid Letting Results




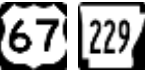


August 30, 2017

Summary of the August 30th Bid Letting







Type Projects	Number of Projects	Bid Amount
State	9	67,010,373
City	3	1,354,064
County	4	1,243,763
Total	16	69,608,200



Details of the August 30th Bid Letting

Route	County	Job Name	Apparent Low Bidder	Bid Amount
	Drew	Hwy. 425 – Hwy. 278 East (Base & Surfacing) (Monticello Bypass)	Pine Bluff Sand & Gravel	16,197,356
	Franklin	I-40 Slide Repair (Ozark)	Mobley Contractors	2,335,386
	Pulaski	Hwy. 391 Interchange Improvements	Kiewit Infrastructure South	8,063,205
	Saline	Hot Spring Co. Line – I-30	Redstone Construction	1,894,109
	Hot Spring	Hwy. 270B – Perla	Redstone Construction	1,180,260
	Johnson	Franklin Co. Line – Coal Hill (Sel. Sec.)	All Bids Rejected	

Details of the August 30th Bid Letting

Route	County	Job Name	Apparent Low Bidder	Bid Amount
	Boone	Maxie Camp Rd. – Hwy. 206 (Widening)	Nabholz Construction	22,942,316
	Newton	Hwy. 74 Slide Repair (Newton County)	All Bids Rejected	
	Poinsett	Sunken Lands Structures Rehabilitation (I-555)	American Contracting & Services	12,272,674
	Craighead	I-555/Hwy. 1B Emergency Bridge Painting (Jonesboro)	Elite Industrial Painting	237,704
	Washington & Benton	Hwy. 412 – Hwy. 264	APAC-Central	1,887,362
	Franklin & Madison	Hwy. 23 Slide Repair (Franklin & Madison Counties)	All Bids Rejected	

The background features a large, faint watermark of the Arkansas State Highway Commission seal. The seal is circular and contains the text "ARKANSAS STATE HIGHWAY COMMISSION" around the perimeter. In the center, it depicts a figure holding a scale, surrounded by stars and the word "ARKANSAS".

Agenda Item 7

**Consultant Selection; On-Call Data
Collection Services (2017-2019)**

The seal of the Arkansas State Highway Commission is centered in the background. It features a circular border with the text "ARKANSAS STATE HIGHWAY COMMISSION". Inside the circle, there is a central figure holding a scale and a sword, surrounded by stars and the word "ARKANSAS".

Agenda Item 8

**Act 1 Section 19 Report – Draft Rules for the
Distribution of Highway Funds and Prioritization of
Highway Construction Projects**

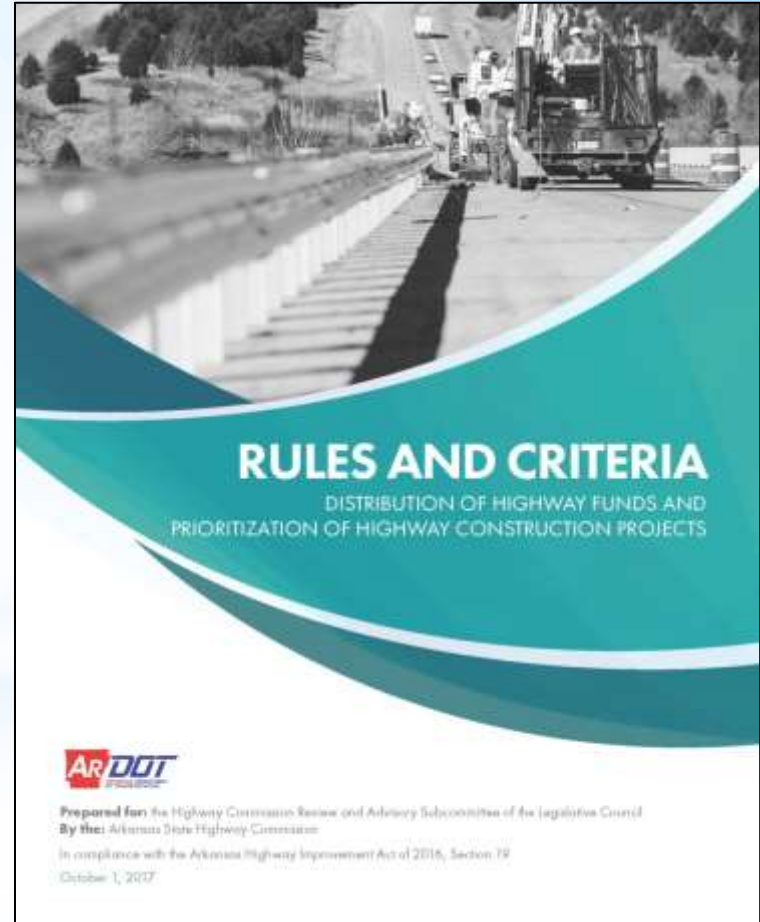
Act 1 Section 19 Report

- 2016 90th General Assembly Third Extraordinary Session
- Arkansas Highway Improvement Plan of 2016
- Section 19 of Act 1
- Requires Department to Submit Rules for:
 - 1) Distribution of Funds:
 - a) State Highway and Transportation Department Fund
 - b) Road and Bridge Repair, Maintenance, Grants Fund
 - 2) Spending Priorities for Highway Construction (STIP)



Act 1 Section 19 Report

- Highway Commission Review and Advisory Subcommittee of the Legislative Council
- Due October 1, 2017
- Not Promulgated
- Published



Act 1 Section 19 Report Highlights

III. Criteria for Distribution of Funds and Distribution

- 1) State Highway and Transportation Department Fund
 - a) State Highway System
 - b) Fixed Expenditures (Maintenance, Administration, Operations, Budgeted Construction)
 - c) IRP Debt Service
 - d) State Match for Federal Funds

Act 1 Section 19 Report Highlights

III. Criteria for Distribution of Funds and Distribution

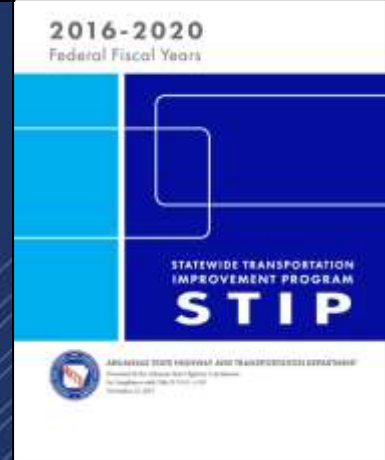
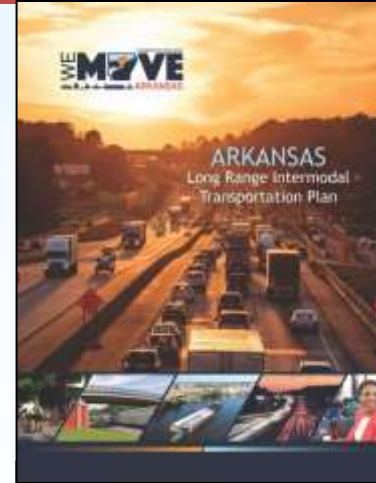
- 2) Road and Bridge Repair, Maintenance, and Grants Fund
 - a) Fayetteville Shale Area Counties
 - b) Based on the Number of Active Gas Wells



Act 1 Section 19 Report Highlights

IV. Statewide Transportation Improvement Program (STIP) Development Process

- ✓ National Performance Measures
- ✓ Performance-based Planning and Programming
- ✓ Cooperative, Continuing and Comprehensive
 - Long Range Intermodal Transportation Plan
 - Strategic Highway Safety Plan
 - Strategic Plan
 - STIP



Act 1 Section 19 Report Highlights

IV. Statewide Transportation Improvement Program (STIP) Development Process

- ✓ Arkansas State Highway Needs and Capital Improvements Study
- ✓ Determination of the Funding Distribution by Category
- ✓ Decision Lens Software Ranking of Projects
- ✓ Project Selection Validation
- ✓ Final Project Selection

STIP Development Process

Arkansas State Highway Needs

Verified by
Arkansas
Legislative
Audit

Annual Needs Next 10 Years Versus Annual Revenue Available Through 2020			
System Preservation			
	Pavement	\$387,000,000	
	Bridges	\$117,000,000	
	Total System Preservation	\$504,000,000	
Capacity Improvements for Congestion Relief		\$305,000,000	
Safety Improvements		\$ 86,000,000	
Maintenance			
	Equipment Upgrades	\$ 19,000,000	
	Facilities Upgrades	\$ 8,000,000	
	Intelligent Transportation Systems (ITS)	\$ 3,000,000	
	Total Maintenance	\$ 30,000,000	
Total Annual Funds Needed for Highway Construction Plan		\$925,000,000	
Annual Funds Available for Highway Construction through the FAST Act (does not include funds committed to Interstate rehabilitation = \$117,000,000 annually)			\$447,000,000
Shortfall for Needs		\$478,000,000	

STIP Development Process

Arkansas State Highway Capital Improvement Goals

Identified Capital Improvement Projects	
Four Lane Grid System	\$ 12,697,000,000
New Location / New or Modified Interchanges	\$ 921,000,000
Other Major Widening	\$ 258,000,000
Grand Total	\$ 13,876,000,000

STIP Development Process

Determination of Funding Distribution by Category

Investment Plan for Current STIP

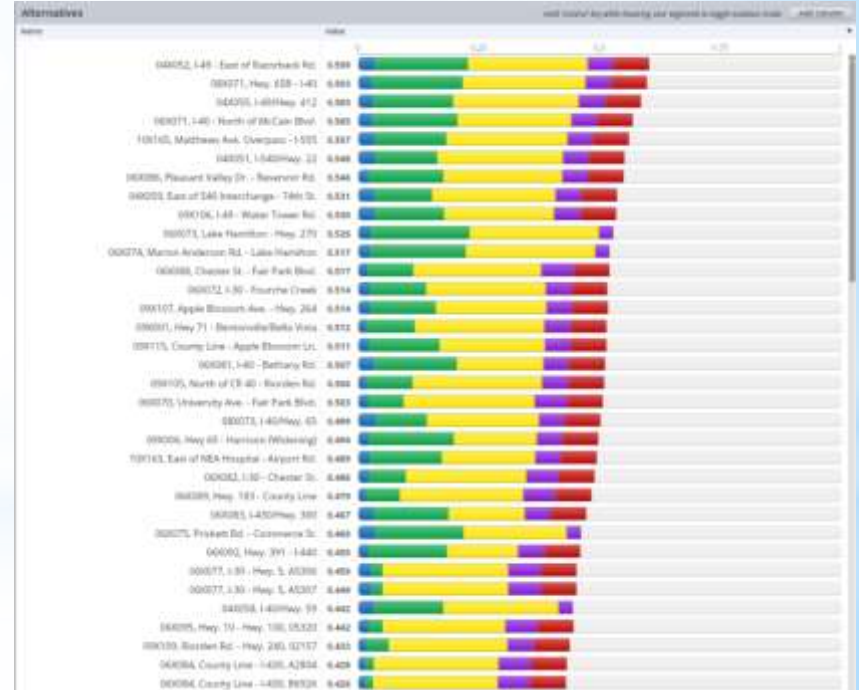
- | | |
|------------------------------------|-----|
| ✓ System Preservation | 80% |
| ✓ Capital Improvements | 20% |
| ✓ Arkansas Primary Highway Network | 90% |

STIP Development Process

Decision Lens Software Ranking of Projects

Decision Lens Criteria

- ✓ Safety
- ✓ Infrastructure Condition
- ✓ Mobility
- ✓ Economic Consideration
- ✓ Performance Measures



STIP Development Process

Project Selection Validation



✓ Other Factors Considered

➤ District Engineers

- Engineering Judgement
- Technical Expertise

➤ Partnering

STIP Development Process

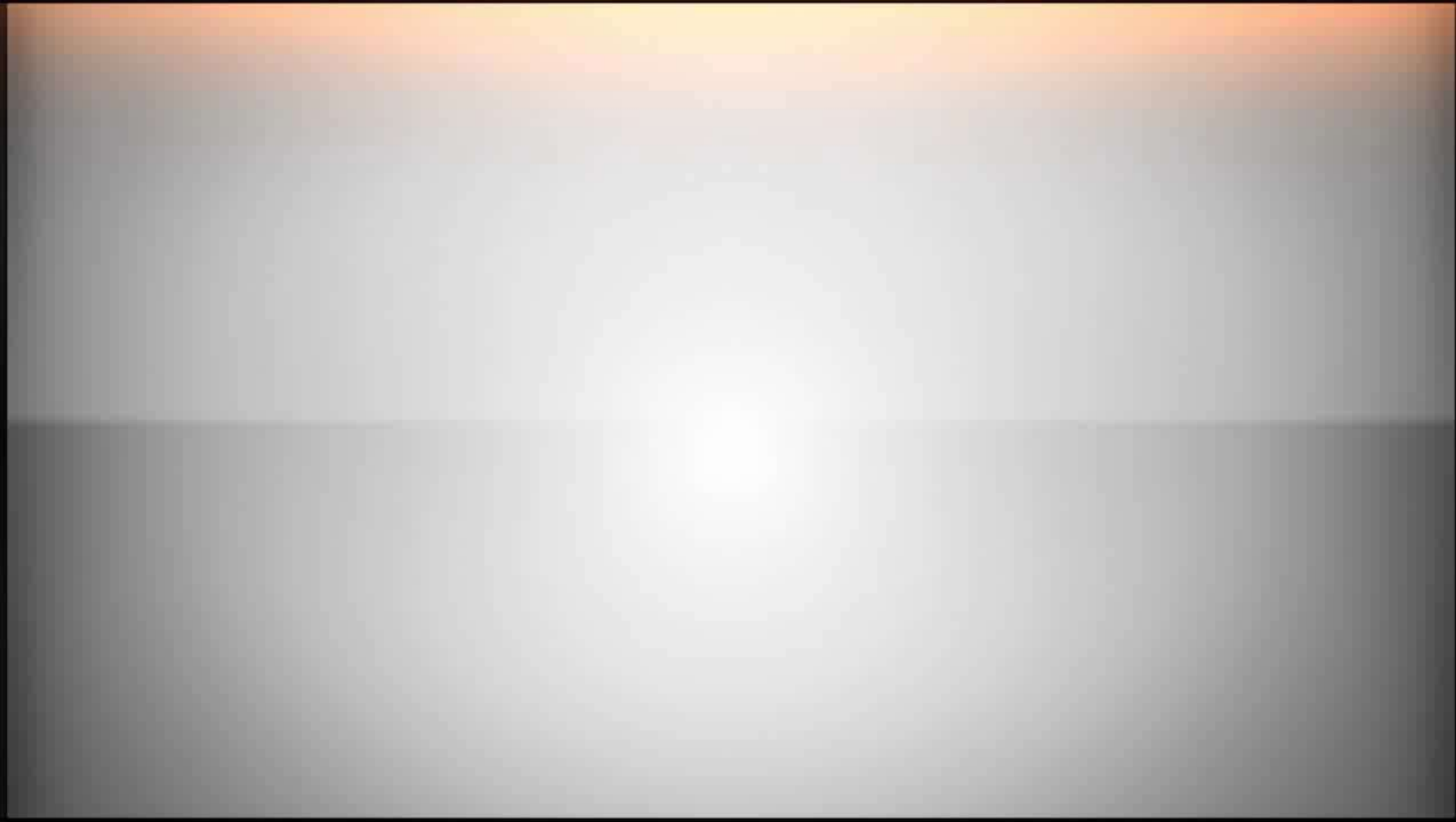
Final Project Selection

- ✓ Highway Commission Approves Draft List of Recommended Projects
- ✓ Publish for Public Comment
- ✓ Adjustments
- ✓ Final Approval
 - Federal Highway Administration
 - Federal Transit Administration

Agenda Item 9

IDrive Cameras





Arkansas911 and 3 others follow



KARK 4 News @KARK4News · Aug 30

Still seeing slowdown on I-30 as drivers approach 630 #ARTraffic #ARNews



LIVE 79° LIVE 76°



LITTLE ROCK, AR
IDriveArkansas.com



NASHVILLE
WeatherSTEM

HURRICANE
IRMA

ADVISORY: 8:00 AM EDT

LOCATION:

16.8°N 52.6°W

WIND: **120 mph** CAT: **3**

PRESSURE: **947 mb**

MOVING: **WSW at 14 mph**

NEXT ADVISORY: **11 AM EDT**

6:15AM ET



**WEATHER
CENTER LIVE**

10:43e

LOCAL NOW

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Stay local at h

The
Weather
Channel

SAN ANTONIO
TONIGHT



70°

Mostly Clear

10% Chance
of Rain

The background features a large, faint watermark of the Arkansas State Highway Commission seal. The seal is circular and contains the text "ARKANSAS STATE HIGHWAY COMMISSION" around the perimeter. In the center, it depicts a figure holding a scale, surrounded by stars and the motto "REGNAT POPULUS".

Agenda Item 10

Possible 2018 Ballot Measure

Possible 2018 Initiated Act Timeline

- ✓ June 7, 2017 – Decision on whether to pursue
- ✓ **June – October 2017 – Discussion, stakeholder meetings, and possible polling**
- ❑ October 18, 2017 – Decision on funding proposal
- ❑ Early November 2017 – Begin development of ballot language
- ❑ Early January 2018 – Submit ballot language to Attorney General
- ❑ February – June 2018 – Publish ballot language in statewide newspaper
- ❑ February – June 2018 – Signature collection
- ❑ July 13, 2018 – Deadline to file petitions with Secretary of State
- ❑ November 14, 2018 – General election

Citizens Opinion Survey

CITIZENS OPINION SURVEY ON HIGHWAYS IN ARKANSAS

MAIL OR EMAIL RESPONSES TO:
ArkDOT
Public Information
P.O. Box 2261
Little Rock, AR 72203
arkdot@arkdot.gov

Are you satisfied with the condition of the existing state highway system?

Yes No

What highways in your area need improvements, and what type of improvements do they need?

Priority 1: _____
Priority 2: _____
Priority 3: _____
Priority 4: _____

If you want better highway conditions, the Arkansas State Highway and Transportation Department will need additional funds. Would you support a new highway program that would generate additional revenue?

Yes No

Which of the following sources do you recommend be utilized in obtaining additional funds (check all that apply):

- Increase in gas tax
- Increase in diesel tax
- Increase in sales tax (dedicated to highways)
- Increase in registration fees
- Add sales tax on wholesale price of motor fuels
- Transfer existing sales and use tax on motor vehicles and related parts and service (currently collected but not paid to highways)
- Other _____

Would you be willing to sign a petition to put a highway revenue proposal on the 2016 general election ballot?

Yes No

How did you hear about this survey?

- Presentation TV/Radio/Print Website/Search Engine
- Social Media Family or Friend
- Other _____

Optional:

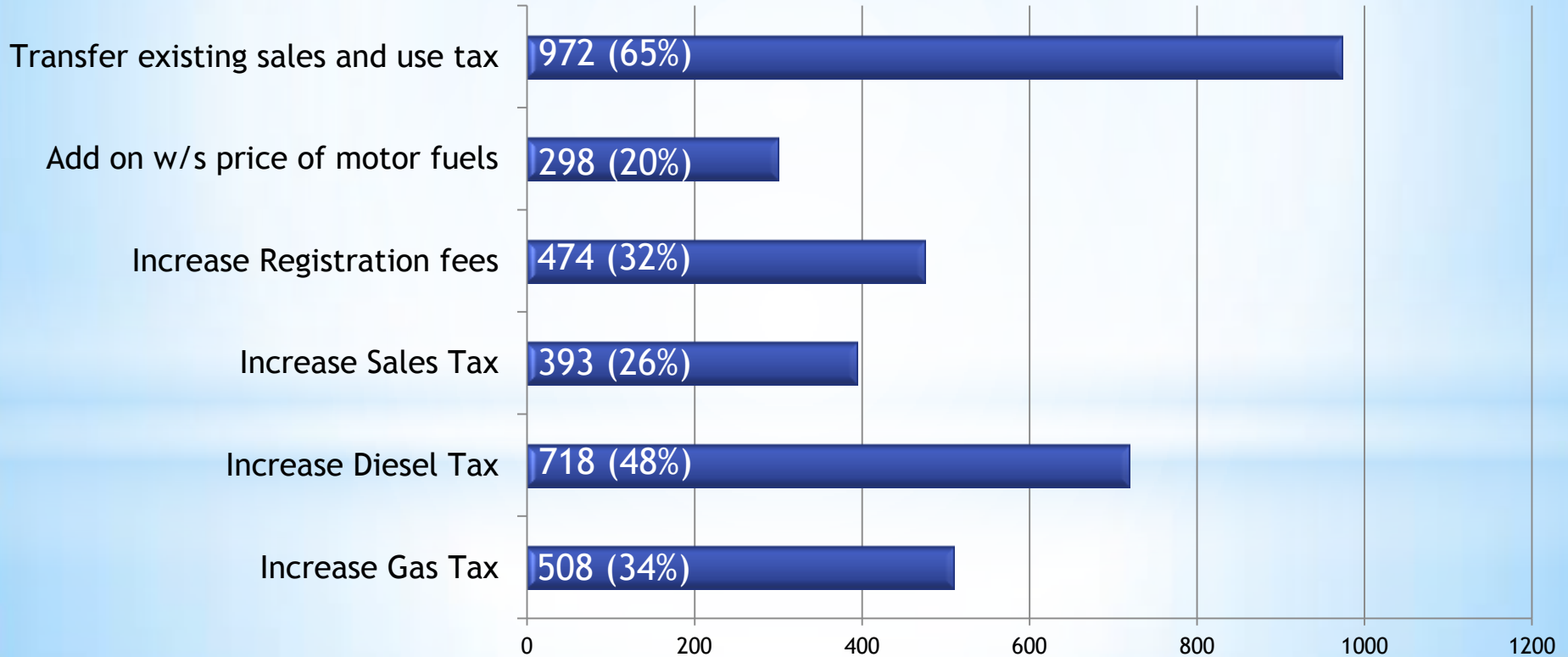
Name: _____
Address: _____
City, State, Zip: _____

[Online Form Available Here.](#)



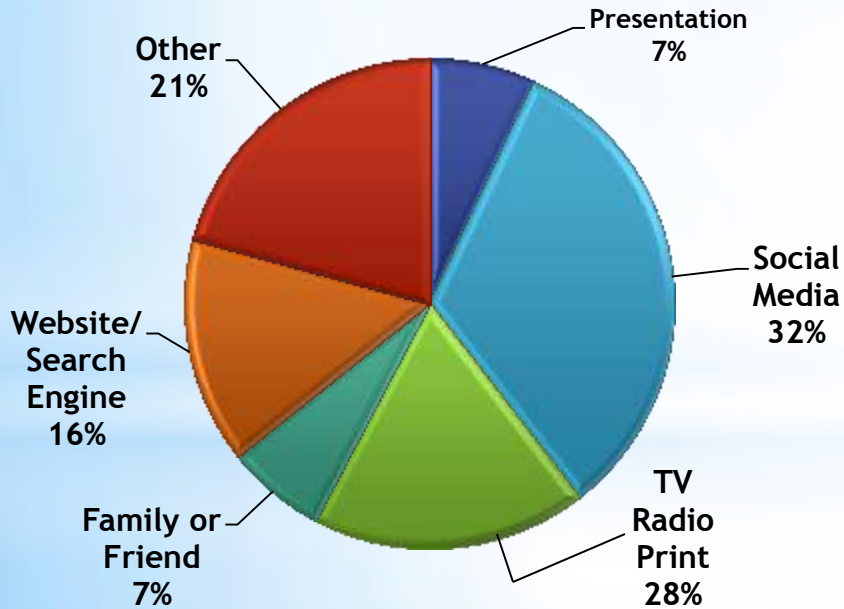
Survey Results

Which of the following sources do you recommend be utilized in obtaining additional funds?

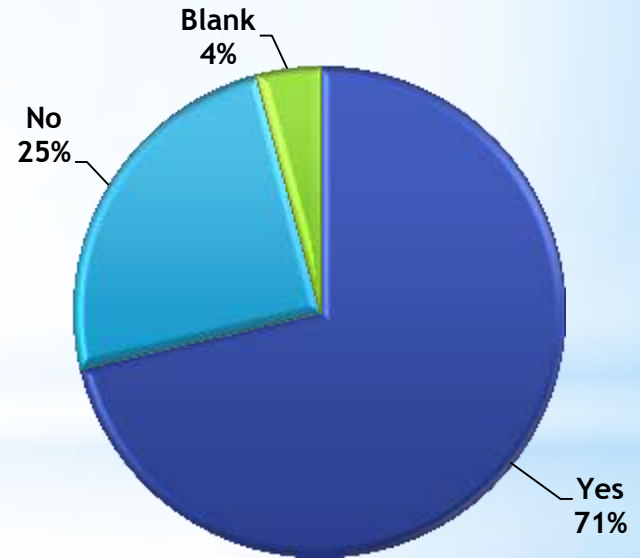


Survey Results

How did you hear about us?



Would you be willing to sign a petition?



Arkansas Legislative Audit

- May 16, 2017 - Arkansas Legislative Audit - Review of Highway Funding
- Purpose:
 - ✓ To review and verify ARDOT information, estimates and calculations related to highway funding
- Report Objectives:
 - ✓ History of funding sources
 - ✓ History of construction and maintenance costs
 - ✓ State match needed for Federal funds
 - ✓ Additional State revenue to meet system preservation needs
 - ✓ History of bond activities



Arkansas Legislative Audit

Special Report Arkansas Legislative Audit

Review of Sources and Uses of Funds

Arkansas Department of Transportation
For the Period July 1, 2009 through June 30, 2016 and
Projected for Fiscal Years 2017 through 2020



INTRODUCTION

This report is presented in response to a request for Arkansas Legislative Audit (ALA) to review information, estimates, and calculations provided by the Arkansas Department of Transportation (ARDOT), formerly known as the Arkansas State Highway and Transportation Department, related to highway funding. ARDOT has indicated that additional state funding is needed to fully maximize available federal funds and to expand non-federal construction and maintenance projects.

OBJECTIVES

The objectives of this report were to:

1. Provide information regarding state funding sources and uses for highways, with associated construction and maintenance costs, for prior years.
2. Determine the amount of matching funds needed annually in order for ARDOT to receive the maximum federal aid available.
3. Determine the amount of additional state revenues needed to fund ARDOT's proposed construction and maintenance program for roads and facilities.
4. Provide a history of bond issuances, including balances and associated costs.

SCOPE AND METHODOLOGY

This report was prepared by reviewing activities for state fiscal years ended June 30, 2010 through 2016, and projections and estimates for federal fiscal years ending September 30, 2017 through 2020. ALA staff reviewed audit reports from prior years, particularly revenues and expenditures related to construction, and determined future federal funding from reports obtained from the Federal Highway Administration. All information for additional construction and maintenance projects was provided by ARDOT and tested for accuracy and reasonableness by ALA staff.

The methodology used in preparing this report was developed uniquely to address the stated objectives; therefore, this report is more limited in scope than an audit or attestation engagement performed in accordance with Government Auditing Standards issued by the Comptroller General of the United States.

BACKGROUND

ARDOT recognizes revenues from both federal and state sources. State revenues include motor fuel taxes, registration fees, natural gas severance fees, and overload permits and penalties. Many highway construction projects are funded with both federal and state monies. The percentage of state participation in these projects varies depending on the federal program involved, but most programs require a 20% match.

ARKANSAS LEGISLATIVE AUDIT

500 Woodlane Street, Suite 175, Little Rock, AR 72203
Phone: 501-683-8000 • Fax: 501-683-8005
www.arklegaudit.gov



Report ID: RPSA02516

Report Date: August 31, 2017

- Report Released August 31, 2017
- Posted on ALA Website
- Legislative Joint Audit Committee Meeting
 - ✓ Big MAC Building, Room A
 - ✓ Friday, September 8, 2017
 - ✓ 9:00 a.m.

Arkansas State Highway Needs

Exhibit III

Arkansas Department of Transportation (ARDOT) Summary of Annual State Funds Needed to Meet Proposed Highway Construction Plan Over a 10-Year Period

Description	Annual Funds Needed for Highway Construction Plan	Annual Funds Available for Highway Construction	Additional Annual State Revenues Needed for Highway Construction Plan
System Preservation			
Pavement	\$ 387,000,000	\$ 137,000,000	\$ 250,000,000
Bridges	117,000,000	90,000,000	27,000,000
Total System Preservation	<u>504,000,000</u>	<u>227,000,000</u>	<u>277,000,000</u>
Capacity Relief	<u>305,000,000</u>	<u>157,000,000</u>	<u>148,000,000</u>
Safety Improvements	<u>86,000,000</u>	<u>44,000,000</u>	<u>42,000,000</u>
Maintenance			
Equipment upgrades	19,000,000	19,000,000	
Facilities upgrades	8,000,000		8,000,000
Intelligent Transportation System (ITS)	3,000,000		3,000,000
Total Maintenance	<u>30,000,000</u>	<u>19,000,000</u>	<u>11,000,000</u>
Totals	\$ 925,000,000	\$ 447,000,000	\$ 478,000,000

Note: Amounts shown are rounded.

ALA staff reviewed projected revenues and expenditures for fiscal years 2017 through 2020for consistency and reasonableness when compared with prior years.

Arkansas State Highway Needs

Exhibit III

Arkansas Department of Transportation (ARDOT) Summary of Annual State Funds Needed to Meet Proposed Highway Construction Plan Over a 10-Year Period

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Totals	<u>\$ 925,000,000</u>	<u>\$ 447,000,000</u>	<u>\$ 478,000,000</u>

Note: Amounts shown are rounded.

ALA staff reviewed supporting documentation obtained from ARDOT to verify that costs for the projects were reasonable, based on historical information.

Funding Targets

□ Governor's Highway Funding Working Group

- ✓ Immediate: \$ 50 Million
- ✓ Short-term (0-3 years): \$110 Million
- ✓ Mid-term (3-5 years): \$250 Million
- ✓ Long-term (6-9 years): \$400 Million

All figures are annual amounts for state highways.



Decisions

- 1) Target funding level?
- 2) One source or combination of sources?
- 3) Any sources definitely included or excluded?



STATEMENTS FOR PLANNING PURPOSES ONLY
FISCAL YEAR 2016 – STATE REVENUE SOURCES

(in millions of dollars based on BYF 2016)

	TOTAL STATE REVENUE	NET REVENUE AMOUNT ¹	YEARLY AMOUNT TO AHTD (70%)	YEARLY AMOUNT TO CITIES ² (10%)	YEARLY AMOUNT TO COUNTIES ³ (10%)
CURRENT SOURCES TO AHTD, CITIES, AND COUNTIES					
A. Motor Fuels Revenue⁴	448.72 M	423.49 M	332.38 M	69.01 M	60.01 M
Gasoline (21.5¢ per gallon)	303.20 M	283.91 M	198.74 M	42.56 M	42.00 M
Diesel (22.5¢ per gallon)	133.34 M	118.38 M	63.96 M	17.91 M	17.91 M
LPG (15.5¢ per gallon) / CHD (3.5¢ per gallon)	0.09 M	0.09 M	0.04 M	0.01 M	0.01 M
B. Motor Vehicle Registration Fees	128.43 M	124.18 M	96.94 M	18.63 M	18.63 M
Automobiles & Pickups	54.12 M	52.34 M	38.94 M	7.60 M	7.60 M
Heavy Trucks (includes In-state and Out-of-state RP fees)	41.02 M	40.54 M	30.37 M	6.08 M	6.08 M
Other Vehicles	32.56 M	31.31 M	21.62 M	4.70 M	4.70 M
C. Miscellaneous Revenues⁵	38.8 M	37.85 M	29.85 M	2.67 M	2.67 M
D. Natural Gas Severance Tax⁶	34.97 M	28.31 M	16.97 M	4.25 M	4.25 M
E. Total Current Revenues⁷	615.01 M	593.29 M	421.55 M	98.06 M	86.06 M
OTHER REVENUE SOURCES					
A. Highway-user Revenues					
Additional 1 cent Motor Fuel Tax					
1 cent motor fuel tax ⁸	20.88 M	20.17 M	14.12 M	3.03 M	3.03 M
1 cent gasoline tax	14.68 M	14.20 M	9.94 M	2.15 M	2.15 M
1 cent diesel tax	6.17 M	5.97 M	4.18 M	0.90 M	0.90 M
Increase Registration Fees on:					
Auto and Pickups by \$10	28.41 M	27.47 M	16.23 M	4.12 M	4.12 M
In-State Trucks by \$100 (except pickups)	12.80 M	12.47 M	8.73 M	1.87 M	1.87 M
In and Out-of-State Heavy Trucks from \$1,500 to \$1,800 ⁹	6.09 M	6.40 M	3.76 M	0.91 M	0.91 M
Remove Sales Tax Exemption on Motor Fuels (retroactive price of \$1.70 per gallon) ^{10,11}					
Gasoline	188.99 M	194.28 M	136.01 M	28.14 M	23.14 M
Diesel	112.23 M	108.82 M	70.23 M	14.28 M	11.28 M
Diesel	47.25 M	45.98 M	31.97 M	6.65 M	6.65 M
Add 1% Excise Tax to Motor Fuels ^{12,13}					
Gasoline	24.06 M	24.14 M	16.90 M	3.62 M	3.62 M
Diesel	16.50 M	16.15 M	7.11 M	1.52 M	1.52 M
Transfer 4.50% Sales Tax on: ¹⁴					
New Vehicles	23.29 M	23.84 M	19.70 M	3.89 M	3.26 M
Used Vehicles	105.00 M	101.98 M	71.11 M	14.24 M	11.24 M
Auto Repair, Parts, and Services ¹⁵	109.61 M	109.80 M	74.13 M	15.86 M	15.86 M
Retail Tire Sales ¹⁶	14.52 M	14.04 M	9.83 M	2.11 M	2.11 M
Off-Road Diesel Fuel	20.88 M	20.00 M	14.00 M	3.00 M	3.00 M
495.07					
Add 1% Surcharges on:					
New Vehicles	51.48 M	49.77 M	34.84 M	7.40 M	7.40 M
Used Vehicles	23.24 M	22.67 M	15.80 M	3.26 M	3.26 M
Auto Repair, Parts, and Services ¹⁷	24.34 M	23.93 M	16.97 M	3.69 M	3.69 M
Retail Tire Sales ¹⁸	3.23 M	3.12 M	2.18 M	0.47 M	0.47 M
Off-Road Diesel Fuel	4.80 M	4.44 M	3.11 M	0.67 M	0.67 M
Weight Distance Tax: (1 cent per mile) ¹⁹	20.48 M	34.32 M	24.02 M	5.16 M	5.16 M
One Dollar Battery Fee	0.73 M	0.71 M	0.50 M	0.11 M	0.11 M
One Dollar Tire Fee	3.12 M	3.02 M	2.11 M	0.45 M	0.45 M
B. Non-Highway-user Revenues					
Increase General Sales and Use Tax - 1%					
	508.89 M	492.93 M	344.47 M	73.01 M	73.01 M
Increase Income Tax - 1%					
Individual Income Tax	31.99 M	33.94 M	21.99 M	4.44 M	4.44 M
Corporate Income Tax	27.61 M	26.80 M	18.83 M	4.05 M	4.05 M
Corporate Income Tax	4.18 M	4.04 M	2.83 M	0.61 M	0.61 M

REVENUE MENU

Revenue Menu

Source	Highway Revenue ¹
1 Cent Motor Fuel Tax Increase	\$ 14 M
Remove Sales Tax Exemption (Wholesale \$1.70 per Gallon) ²	\$ 108 M
6.5% Sales Tax (Wholesale \$1.70 per Gallon)	\$ 156 M
\$10 Registration Fee Increase (Cars and Pickups)	\$ 19 M
Transfer Sales Tax on New and Used Vehicles ²	\$ 228 M
Transfer Sales Tax on Auto Repair Parts, Services, etc. ²	\$ 74 M
1% General Sales Tax	\$ 344 M

¹ Amount shown is annual net to highways – after deduction for CFA/CSF and 30% to cities and counties.

² Transfer of 4.5% (“general” portion of statewide sales tax)

Options for Generating Additional Revenue for Highways

Source	\$200 Million for Highways ⁽¹⁾	\$300 Million for Highways ⁽¹⁾	\$400 Million for Highways ⁽¹⁾
Fuel Tax	14.2¢	21.3¢	28.4¢
Sales Tax on Fuel (wholesale)	8.33%	12.5%	16.67%
Registration Fee	\$104	\$156	\$208
General Sales Tax ⁽²⁾	0.58%	0.87%	1.16%

¹ Amount shown is annual net to highways – after deduction for CFA/CSF and 30% to cities and counties.

² Transfer of 4.5% (“general” portion of statewide sales tax)

Road User Related Tax Revenue

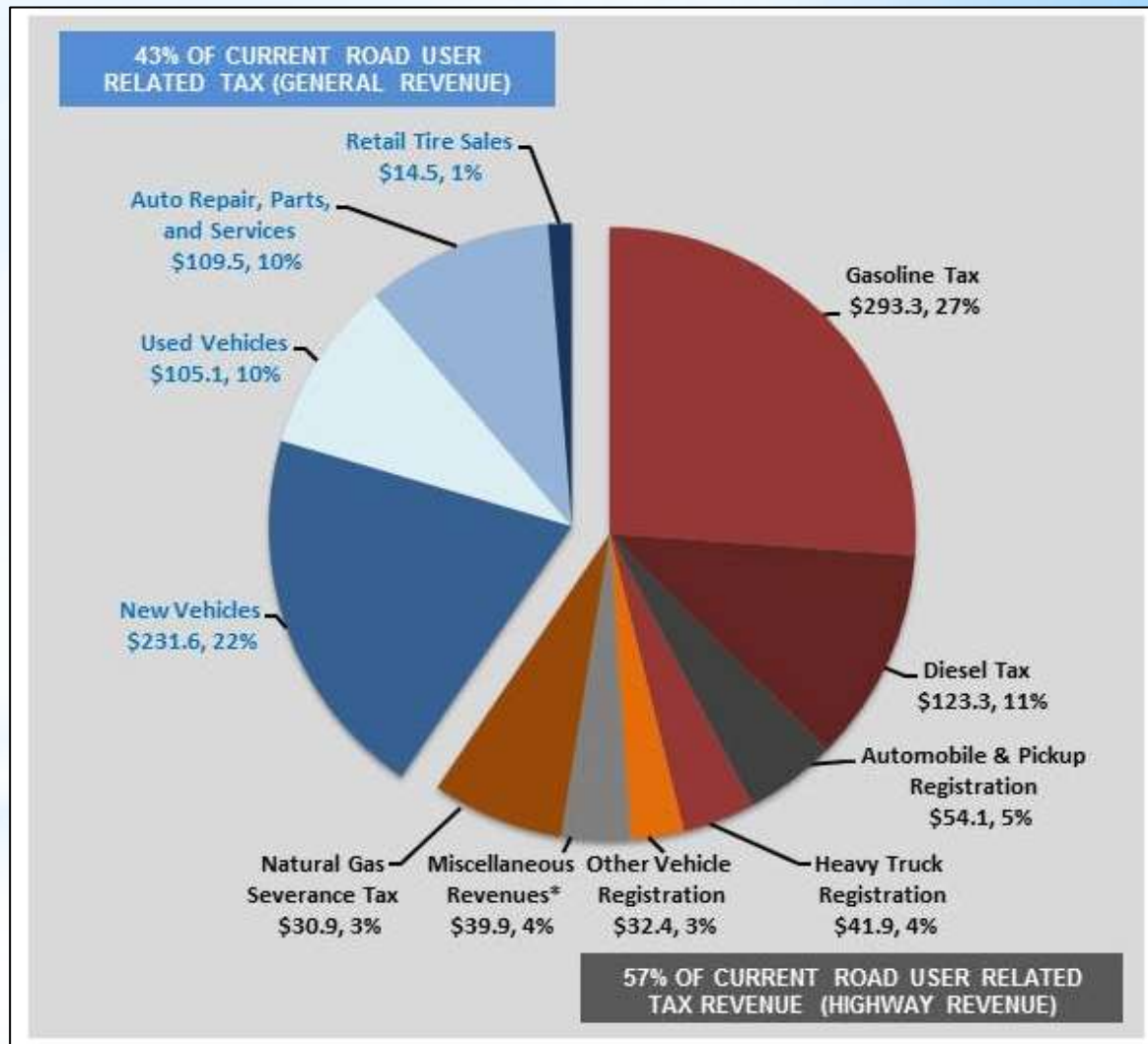
SFY 2016

Total Road User Revenue
\$1,076.5 Million

Distribution:

General Revenue
\$460.7 Million (43%)

Highway Revenue
\$615.9 Million (57%)



Decisions

- 1) Target funding level?
- 2) One source or combination of sources?
- 3) Any sources definitely included or excluded?
- 4) Phase in or all at once?**
- 5) Growth?**
- 6) Financing?**



The seal of the Arkansas State Highway Commission is centered in the background. It is a circular emblem with the text "ARKANSAS STATE HIGHWAY COMMISSION" around the perimeter. The inner circle features the state seal of Arkansas, which includes a central figure holding a scale and a sword, surrounded by stars and the motto "REGNAT POPULUS".

Agenda Item 11

Upcoming Events

September 7

Mountain Home Rotary Club | Director Bennett

12:00 p.m. | Mountain Home, AR

Beebe Kiwanis Club | Lorie Tudor

12:00 p.m. | Beebe, AR

Cleburne County Rotary Club | Gill Rogers

7:15 a.m. | Heber Springs, AR

September 8

Legislative Joint Audit Committee Meeting | Director Bennett

9:00 a.m. | Big MAC Room A

September 9

St. Luke's Episcopal Pancake Breakfast | Ben Browning

9:00 a.m. | North Little Rock, AR

September 13

Clarksville & Johnson Co. Chambers of Commerce | Danny Straessle

12:00 p.m. | Clarksville, AR

September 14

AR Asphalt Pavement Assoc. Luncheon | Director Bennett

11:00 a.m. | Little Rock, AR

Highway Commission Advisory and Review Subcommittee Meeting

9:00 a.m. | Little Rock, AR

Upcoming Events

September 18

Red River Welcome Center Dedication | Director Bennett

10:00 a.m. | Texarkana, AR

September 20

Forrest City Lions Club | Danny Straessle

11:30 a.m. | Forrest City, AR

Fairfield Bay Rotary Club | Director Bennett

12:00 p.m. | Fairfield Bay, AR

September 21

County Judges Association of AR | Director Bennett

12:00 p.m. | Searcy, AR

Upcoming Events

September 25-28

AASHTO Annual Meeting | Director Bennett
Phoenix, AZ

September 26

Paragould Chamber of Commerce | Danny Straessle
12:00 p.m. | Paragould, AR

September 28

Arkadelphia Lions Club | Lorie Tudor
11:30 a.m. | Forrest City, AR

October 2

Springdale Rotary | Director Bennett
12:00 p.m. | Springdale, AR

Upcoming Events

October 5

Conway Business Expo | Director Bennett

11:30 a.m. | Conway, AR

October 6

Fayetteville Chamber of Commerce | Commissioner Taldo

12:00 p.m. | Fayetteville, AR

October 10

Stuttgart Rotary Club | Director Bennett

12:00 p.m. | Stuttgart, AR

October 12

ASCE Annual Meeting | Director Bennett

11:30 a.m. | Jacksonville, AR

Upcoming Events

October 17

Old Goats | Director Bennett

12:00 p.m. | Little Rock, AR

October 18

Arkansas Highway Commission Meeting

October 24

Hot Springs Commission Appreciation Dinner

October 26

Joint Committee Meeting & Tour

House: Public Transportation

Senate: Transportation Technology & Legislative Affairs

10:00 a.m. | Central Offices

The seal of the Arkansas State Highway Commission is centered in the background. It features a circular border with the text "ARKANSAS STATE HIGHWAY COMMISSION" at the top and "SEAL" at the bottom. Inside the circle, there is a central figure holding a scale, surrounded by stars and the word "ARKANSAS". Below this, there is a banner with the Latin phrase "REGNAT POPULUS" and a shield with a sword and the word "VIRTUTE".

Agenda Item 12

Other Business and Discussion

Pizza Gone Viral



Pizza Gone Viral

 **Arkansas DOT**
@myARDDOT


Pulaski Co: Frozen pizza, anyone? No injuries but cleanup will take time. Expect delays
[#artraffic](#) [#arnews](#)




1:11 PM - 9 Aug 2017

206 Retweets 619 Likes

17 206 619

 **Arkansas DOT**
@myARDDOT

Pulaski Co I-30 & Mabelvale: Despite the involvement of a few 'Tombstones' we are glad the driver & overpass are okay. [#artraffic](#) [#arnews](#)



1:55 PM - 9 Aug 2017

144 Retweets 489 Likes

19 144 489

Broadway Bridge Awarded America's Transportation Award



<http://AmericasTransportationAwards.org>

CVSA – North American Standard Level V Passenger Carrier Vehicle Inspection

SGT James Hamrick
Third Place




TransComm Skills Award – First Runner Up

Matt Barnette, Videographer

Inside IDriveArkansas –
Construction Zone Tutorial



The seal of the Arkansas State Highway Commission is centered in the background. It is a circular emblem with a double border. The outer border contains the text "ARKANSAS STATE HIGHWAY COMMISSION" at the top and "SEAL" at the bottom, separated by a five-pointed star. The inner circle features the state seal of Arkansas, which depicts a figure holding a bow and arrow, with a rising sun and stars above. The word "ARKANSAS" is written in an arc above the central figure.

Arkansas State Highway Commission Meeting

Wednesday, September 6, 2017